

CASE NAME: Warehouse 86, LLC

CASE NUMBER: 08-03423-EE

**PROFIT AND LOSS STATEMENT**

	Month 11/4-11/30/08	Month Dec-08	Month Jan-09	Month	Month	Month
<b>NET REVENUE</b>						
<b>COST OF GOODS SOLD:</b>						
Material	112,361	270,952	(51)			
Labor-Direct	33,175	213,689	-			
Overhead	43,033	28,043	-			
TOTAL COST OF GOODS SOLD	15,866	74,502	125			
<b>GROSS PROFIT</b>	92,074	316,234	125	-	-	-
<b>OPERATING EXPENSES</b>	20,287	(45,282)	(176)	-	-	-
Selling & Marketing						
General & Administration (Rents, utilities, salaries, etc.)	146,946	51,881	15,349			
Other						
<b>TOTAL OPERATING EXPENSES</b>	146,946	51,881	15,349	-	-	-
<b>INTEREST EXPENSE</b>	703	986	298	-	-	-
<b>INCOME BEFORE DEPRECIATION OR TAXES</b>	(127,362)	(98,149)	(15,823)	-	-	-
<b>DEPRECIATION OR AMORTIZATION:</b>	23,898	7,436	-			
<b>OTHER INCOME</b>	-	529,079	-			
<b>GAIN/LOSS ON DISPOSAL OF FIXED ASSETS</b>	-	126,097	-			
<b>NET INCOME (LOSS)</b>	(151,260)	297,397	(15,823)	-	-	-

\*Requires explanation in NARRATIVE (FORM 2-F).

FORM 2-C